

STATEMENT OF PURPOSE

RS23150

This is the fiscal year 2015 appropriation for the Medicaid Division in the Department of Health and Welfare. It appropriates \$492,347,100 from the General Fund, \$187,726,100 from dedicated funds, \$1,353,216,800 from federal funds, and 210 FTP.

This bill includes personnel cost adjustments for employee health insurance, workers compensation, and the change in employee compensation. Operating adjustments include an increase for risk management fees as part of the statewide cost allocation. Also included are nondiscretionary adjustments that account for anticipated growth in the number of current clients and allowable services, which accounts for a \$10,477,900 increase to the General Fund and a \$45,325,200 increase in federal funds as the result of significantly less brand-name prescription drug rebates being received by the division.

This bill includes five line items. The first line item provides \$8,722,000 ongoing, for the population that is currently eligible for Medicaid, but not yet enrolled. The second line item provides \$6,323,000 ongoing, for additional units of care for clients in the community, as opposed to having individuals being cared for in a nursing home. The third line item provides \$667,500 one-time, for the fourth year of the Money Follows the Person Grant. The fourth line item provides \$8,617,000 one-time, for electronic health records incentive payments. The final line item provides \$561,500 one-time, for the final eight months of the Children's Healthcare Improvement Grant that is being done in cooperation with the state of Utah.

FISCAL NOTE

	FTP	Gen	Ded	Fed	Total
FY 2014 Original					
Appropriation	205.49	477,469,200	202,236,700	1,344,476,600	2,024,182,500
7. OT Shift onto Receipts	0.00	(2,022,900)	11,516,200	(9,493,300)	0
FY 2014 Total Appropriation	205.49	475,446,300	213,752,900	1,334,983,300	2,024,182,500
Noncognizable Funds and					
Transfers	4.51	(62,700)	(10,600)	0	(73,300)
FY 2014 Estimated					
Expenditures	210.00	475,383,600	213,742,300	1,334,983,300	2,024,109,200
Removal of One-Time					
Expenditures	0.00	(163,500)	0	(35,058,400)	(35,221,900)
Base Adjustments	0.00	2,022,900	(11,516,200)	(12,806,000)	(22,299,300)
FY 2015 Base	210.00	477,243,000	202,226,100	1,287,118,900	1,966,588,000
Benefit Costs	0.00	103,000	0	180,800	283,800
Statewide Cost Allocation	0.00	600	0	500	1,100
Change in Employee					
Compensation	0.00	81,000	0	142,000	223,000
Nondiscretionary Adjustments	0.00	10,477,900	(14,500,000)	45,325,200	41,303,100
FY 2015 Program					
Maintenance	210.00	487,905,500	187,726,100	1,332,767,400	2,008,399,000
1. Eligible/Unenrolled Pop	0.00	2,524,200	0	6,197,800	8,722,000

Statement of Purpose / Fiscal Note

S1424

10. Svcs for In-Home Care	0.00	1,829,900	0	4,493,100	6,323,000
13. Money Follows the Person	0.00	49,000	0	618,500	667,500
14. Electrnc Hlth Records	0.00	38,500	0	8,578,500	8,617,000
25. Children's Healthcare	0.00	0	0	561,500	561,500
FY 2015 Total	210.00	492,347,100	187,726,100	1,353,216,800	2,033,290,000
Chg from FY 2014 Orig					
Approp	4.51	14,877,900	(14,510,600)	8,740,200	9,107,500
% Chg from FY 2014 Orig					
Approp.	2.2%	3.1%	(7.2%)	0.7%	0.4%



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